LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 23, 2005**, upon the application of **DENBURY RESOURCES**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Germany Sand, Reservoir A,** in the Iberia Field, Iberia Parish, Louisiana.

- 1. To permit the Applicant to drill, designate and utilize its Helis Enterprises Inc No. 1 Well as substitute unit well for the GERMANY RA SUA, said well located as shown on the plat submitted with the application.
- 2. To find that the proposed substitute unit well is necessary to efficiently and economically drain a portion of the reservoir covered by the unit in which it is situated which cannot be so drained by any existing well within such unit.
- 3. To grant the Applicant a spacing tolerance of no closer than 150 feet from the nearest unit line for the proposed substitute unit well to account for the possible variance between the proposed location and the "as drilled" location.
- 4. To confirm and continue in effect the existing alternate unit well for the GERMANY RA SUA.
- 5. To permit the operator to produce the unit allowable from the proposed substitute unit well and the existing alternate unit well, in any combination thereof, at the operator's discretion.
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the Germany Sand, Reservoir A, by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. Except to the extent contrary herewith, to continue in full force and effect the provisions of the 860-L Series of Office of Conservation Orders, the unit created thereby, and applicable Statewide Orders.
- 8. To consider such other matters as may be pertinent.

The Germany Sand, Reservoir A, was previously defined in Office of Conservation Order No. 860-L, effective May 1, 1976.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

IBERIA FIELD 05-991

Baton Rouge, La 8/3/05;8/6/05 L dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.